

CASH FLOW STATEMENT

Rs. million

For the year ended March 31,

	2010	2009
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and Prior Period Adjustments	108076	94678
Adjustment for:		
Depreciation	26501	23645
Provisions	109	246
Deferred revenue on account of advance against depreciation	(3252)	5626
Deferred foreign currency fluctuation Assets/liability	6148	(11743)
Deferred Income from foreign currency fluctuation	(6401)	6,470
Interest charges	25193	24921
Guarantee fee & other finance charges	634	349
Interest/income on bonds/investments	(10080)	(11330)
Prior period adjustments (Net)	779	(1083)
Dividend income	(173)	(138)
Provisions written back	(128)	(170)
Bonds issue and servicing expenses	25	64
Profit on disposal of fixed assets	(70)	(127)
Loss on disposal of fixed assets	276	403
	39561	37133
Operating Profit before Working Capital Changes	147637	131811
Adjustment for:		
Trade and other receivables	(30671)	(6014)
Inventories	119	(4833)
Trade payables and other liabilities	(5647)	16577
Loans and advances	21263	(14428)
Other current assets	641	(1288)
	(14295)	(9986)
Cash generated from operations	133342	121825
Direct taxes paid	(27400)	(24944)
Net Cash from Operating Activities - A	105942	96881
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(107741)	(100087)
Disposal of fixed assets	40	248
Purchase of investments	(105208)	-
Sale of investment	104396	16920
Investment in subsidiaries/joint ventures	(7424)	(4093)
Loans & advances to subsidiaries	22	(125)
Interest/income on bonds/investment received	10791	12054
Income tax on interest/income on bonds/investment	(26)	(59)
Dividend received	173	138
Net cash used in Investing activities - B	(104977)	(75004)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	69824	73600
Repayment of long term borrowings	(26548)	(22666)
Interest paid	(25071)	(24298)
Guarantee Fee & other Finance charges Paid	(627)	(347)
Dividend paid	(31332)	(29683)
Tax on dividend	(5307)	(5035)
Bonds issue and servicing expenses	(25)	(64)
Net cash flow from financing activities - C	(19086)	(8493)
Net increase/decrease in cash and cash equivalents (A+B+C)	(18121)	13384
Cash and cash equivalents(Opening balance) *	162716	149332
Cash and cash equivalents(Closing balance) *	144595	162716

NOTES 1. Cash and Cash Equivalents consists of Cash in Hand and balance with Banks

2. Previous year 's figures have been regrouped/rearranged wherever necessary.

* Includes **Rs.116 million** (Previous year Rs.103 million) deposited as security with Government Authorities as per court orders.

* Includes **Rs.226 million** (Previous year Rs.58 million) lying in designated bank accounts towards unclaimed dividend.

(A.K.RASTOGI)
Company Secretary

For Dass Gupta & Associates
Chartered Accountants
Firm Reg. No. 000112N

(Naresh Kumar)
Partner
M No.082069

For Parakh & Co.
Chartered Accountants
Firm Reg. No. 001475C

(V.D. Mantri)
Partner
M No.074678

For and on behalf of the Board of Directors

(A.K.SINGHAL)
Director (Finance)

As per our report of even date
For S.K. Mittal & Co.

Chartered Accountants
Firm Reg. No.001135N

(Krishan Sarup)
Partner
M No.010633

For B.C. Jain & Co.
Chartered Accountants
Firm Reg. No.001099C

(Ranjeet Singh)
Partner
M No.073488

(R.S. SHARMA)
Chairman & Managing Director

For Varma & Varma
Chartered Accountants
Firm Reg. No. 004532S

(Cherian K. Baby)
Partner
M No.016043

For S.K. Mehta & Co.
Chartered Accountants
Firm Reg. No. 000478N

(Rohit Mehta)
Partner
M.No.091382

Place : New Delhi
Dated : 17th May 2010